

GIN SSOGIE NPC
(Registration number 2015/142748/08)
Financial statements
for the year ended 28 February 2017
Issued 21 June 2017

GIN SSOGIE NPC

(Registration number 2015/142748/08)

Financial Statements for the year ended 28 February 2017

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Non-profit company promoting a global interfaith network for people of all sexes, sexual orientations, gender identities and expressions
Directors	JJ Kotze SR Ludwig PR Mabizela
Registered office	Cnr Rabie and 4th Avenue North Fontainebleau Randburg Gauteng 2032
Postal address	Cnr Rabie and 4th Avenue North Fontainebleau Randburg Gauteng 2032
Compiler's	PKF (vga) Chartered Accountants Chartered Accountant (SA) Registered Auditors
Company registration number	2015/142748/08
Tax reference number	9046608247
Issued	21 June 2017

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The reports and statements set out below comprise the financial statements presented to the shareholder:

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Level of assurance

These annual financial statements have been reviewed in compliance with the applicable requirements of the Companies Act of South Africa.

These annual financial statements were prepared under the supervision of:

PA Gouws CA(SA)

Partner: PKF (vga) Chartered Accountants

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Directors' Responsibilities and Approval

The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities.

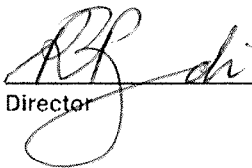
The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 28 February 2018 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The financial statements set out on pages 5 to 14, which have been prepared on the going concern basis, were approved by the board on 21 June 2017 and were signed on its behalf by:



Director

Practitioner's compilation report

To the members of GIN SSOGIE NPC

We have compiled the accompanying financial statements of GIN SSOGIE NPC based on information you have provided. These financial statements comprise the of statement of financial position as at 29 February 2016, and the statement of comprehensive income, statement of changes in equity and statement of cash flow for the year then ended, and the notes, comprising of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with the International Standard on Related Services 4410 (Revised), *Compilation Engagements*.

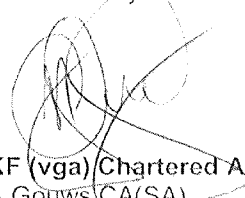
We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial in accordance with the International Financial Reporting Standard for Small and Medium-Sized Entities and the Companies Act of South Africa. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with International Financial Reporting Standard for Small and Medium-Sized entities and the Companies Act of South Africa.

Our report is intended solely for your use in your capacity as directors of GIN SSOGIE NPC and should not be distributed to other parties.

Yours faithfully



PKF (vga) Chartered Accountants
PA Gouws CA(SA)
Partner

21 June 2017

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Financial Statements for the year ended 28 February 2017

Directors' Report

The directors have pleasure in submitting their report on the financial statements of GIN SSOGIE NPC for the year ended 28 February 2017.

1. Review of financial results and activities

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, except where otherwise stated.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

2. Directors

The directors in office at the date of this report are as follows:

Directors	Nationality	Designation
JJ Kotze		Non-executive Independent
SR Ludwig		Executive
PR Mabizele		Non-executive Independent

There have been no changes to the directorate for the period under review.

3. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

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Financial Statements for the year ended 28 February 2017

Statement of Financial Position as at 28 February 2017

	Note(s)	2017 R	2016 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	17,047	-
Current Assets			
Cash and cash equivalents	5	498,112	118,101
Total Assets		515,159	118,101
Equity and Liabilities			
Equity			
Retained income		364,978	85,033
Liabilities			
Current Liabilities			
Trade and other payables		5,500	-
Current tax payable		144,681	33,068
Total Equity and Liabilities		515,159	118,101

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Financial Statements for the year ended 28 February 2017

Statement of Comprehensive Income

	Note(s)	2017 R	2016 R
Revenue	6	2,065,341	900,117
Operating expenses		(1,673,783)	(782,016)
Operating profit		391,558	118,101
Finance costs		(1,977)	-
Profit before taxation		389,581	118,101
Taxation	3	(109,636)	(33,068)
Profit for the year		279,945	85,033
Other comprehensive income		-	-
Total comprehensive income for the year		279,945	85,033

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Statement of Changes in Equity

	Retained income R	Total equity R
Profit for the year	85,033	85,033
Other comprehensive income	-	-
Total comprehensive income for the year	85,033	85,033
Balance at 01 March 2016	85,033	85,033
Profit for the year	279,945	279,945
Other comprehensive income	-	-
Total comprehensive income for the year	279,945	279,945
Balance at 28 February 2017	364,978	364,978

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Financial Statements for the year ended 28 February 2017

Statement of Cash Flows

	Note(s)	2017 R	2016 R
Cash flows from operating activities			
Cash generated from operations	4	398,608	118,101
Finance costs		(1,977)	-
Tax received		1,977	-
Net cash from operating activities		398,608	118,101
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(18,597)	-
Total cash movement for the year		380,011	118,101
Cash at the beginning of the year		118,101	-
Total cash at end of the year	5	498,112	118,101

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Financial Statements for the year ended 28 February 2017

Accounting Policies

1. Presentation of financial statements

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost includes all costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Costs include costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
IT equipment	Straight line	3 years

The residual value, depreciation method and useful life of each asset are reviewed at each higher (lower) if there are indicators present that there has been a significant change from the previous estimate.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

1.2 Financial instruments

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

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Accounting Policies

1.3 Tax

Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

The tax liability reflects the effect of the possible outcomes of a review by the tax authorities.

Tax expenses

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

1.4 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

1.5 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

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Financial Statements for the year ended 28 February 2017

Notes to the Financial Statements

	2017			2016		
	R			R		
2. Property, plant and equipment						
	2017			2016		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
IT equipment	18,597	(1,550)	17,047	-	-	-
Reconciliation of property, plant and equipment - 2017						
	Opening balance	Additions	Depreciation	Total		
IT equipment	-	18,597	(1,550)	17,047		
3. Taxation						
Reconciliation of the tax expense						
Reconciliation between accounting profit and tax expense.						
Accounting profit				389,581	118,101	
Tax at the applicable tax rate of 28% (2016: 28%)				109,083	33,068	
4. Cash generated from operations						
Profit before taxation				389,581	118,101	
Adjustments for:						
Depreciation and amortisation				1,550	-	
Finance costs				1,977	-	
Changes in working capital:						
Trade and other payables				5,500	-	
				398,608	118,101	
5. Cash and cash equivalents						
Cash and cash equivalents consist of:						
Cash on hand				2,000	-	
Funds available in INERELA bank account				496,112	118,101	
				498,112	118,101	
6. Revenue						
Donations				2,065,341	900,117	
7. Employee cost						
Indirect employee costs						
Basic				278,152	384,386	

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Detailed Income Statement

	Note(s)	2017 R	2016 R
Revenue			
Donations		2,065,341	900,117
Operating expenses			
Accounting and secretarial fees		25,374	1,850
Administration and management fees		154,920	-
Advertising		16,229	12,039
Bank charges		16,651	6,129
Cleaning		1,300	-
Computer expenses		5,232	-
Consulting and professional fees 1		162,317	-
Depreciation, amortisation and impairments		1,550	-
Employee costs		278,152	384,386
Entertainment		2,194	-
Relocation cost		-	40,000
Conference expenses		409,198	245,082
Insurance		3,000	-
Legal expenses		4,200	-
Printing and stationery		600	9,825
Telephone and fax		-	2,603
Travel - local		37,662	11,330
Travel - overseas		555,204	68,772
		1,673,783	782,016
Operating profit		391,558	118,101
Finance costs		(1,977)	-
Profit before taxation		389,581	118,101
Taxation	3	(109,636)	(33,068)
Profit for the year		279,945	85,033

GIN SSOIE NPC

(Tax registration number 9046608247)

(Registration number 2015/142748/08)

Financial Statements for the year ended 28 February 2017

Tax Computation

	2017 R
Net profit per income statement	389,581
Non-deductable and non-taxable items	
Interest, penalties paid in respect of taxes (s23(d))	1,977
Taxable income for 2017	<u>391,558</u>
Tax thereon @ 28% in the Rand	<u>109,636</u>
Reconciliation of tax balance	
Amount owing/(prepaid) at the beginning of year	33,068
Interest on unpaid taxes	1,977
Amount owing/(prepaid) in respect of prior year	<u>35,045</u>
Tax owing/(prepaid) for the current year:	
Normal tax	
Per calculation	109,636
Amount owing/(prepaid) at the end of year	<u>144,681</u>